

WHITE & CASE LLP

David M. Turetsky
Samuel P. Hershey
1221 Avenue of the Americas
New York, New York 10020
Telephone: (212) 819-8200
Facsimile: (212) 354-8113
Email: david.turetsky@whitecase.com
sam.hershey@whitecase.com
azatz@whitecase.com

– and –

WHITE & CASE LLP

Keith H. Wofford
Southeast Financial Center
200 South Biscayne Blvd., Suite 4900
Miami, Florida 33131
Telephone: (305) 371-2700
Facsimile: (305) 358-5744
Email: kwofford@whitecase.com

WHITE & CASE LLP

Michael C. Andolina (admitted *pro hac vice*)
Gregory F. Pesce (admitted *pro hac vice*)
111 South Wacker Drive, Suite 5100
Chicago, Illinois 60606
Telephone: (312) 881-5400
Facsimile: (312) 881-5450
Email: mandolina@whitecase.com
gregory.pesce@whitecase.com

– and –

WHITE & CASE LLP

Aaron E. Colodny (admitted *pro hac vice*)
555 South Flower Street, Suite 2700
Los Angeles, California 90071
Telephone: (213) 620-7700
Facsimile: (213) 452-2329
Email: aaron.colodny@whitecase.com

Counsel to the Official Committee of Unsecured Creditors

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

_____)	
In re:)	Chapter 11
)	
CELSIUS NETWORK LLC, <i>et al.</i> , ¹)	Case No. 22-10964 (MG)
)	
Debtors.)	(Jointly Administered)
_____)	

**NOTICE OF SECOND MONTHLY STATEMENT OF GORNITZKY & CO. FOR
INTERIM COMPENSATION AND REIMBURSEMENT OF EXPENSES AS ISRAELI
COUNSEL FOR THE OFFICIAL COMMITTEE OF UNSECURED CREDITORS FOR
THE PERIOD FROM JANUARY 1, 2023 THROUGH JANUARY 31, 2023**

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are: Celsius Network LLC (2148); Celsius KeyFi LLC (4414); Celsius Lending LLC (8417); Celsius Mining LLC (1387); Celsius Network Inc. (1219); Celsius Network Limited (8554); Celsius Networks Lending LLC (3390); Celsius US Holding LLC (7956); GK8 Ltd (1209); GK8 UK Limited (0893); and GK8 USA LLC (9450). The location of Debtor Celsius Network LLC's principal place of business and the Debtors' service address in these chapter 11 cases is 50 Harrison Street, Suite 209F, Hoboken, New Jersey 07030.

PLEASE TAKE NOTICE that on the date hereof, Gornitzky & Co. (“**GNY**”) filed its *Second Monthly Statement of Gornitzky & Co. for Interim Compensation and Reimbursement of Expenses as Israeli Counsel for the Official Committee of Unsecured Creditors for the Period From January 1, 2023 Through January 31, 2023* (the “**Monthly Statement**”) with the United States Bankruptcy Court for the Southern District of New York and served it on the Monthly Fee Statement Recipients. *See* Docket No. 1745 ¶ 3.a.

PLEASE TAKE FURTHER NOTICE that any responses or objections (an “**Objection**”) to the Monthly Statement, if any, shall: (a) conform to the title 11 of the United States Code (the “**Bankruptcy Code**”), the Federal Rules of Bankruptcy Procedure (the “**Bankruptcy Rules**”), the Local Bankruptcy Rules for the Southern District of New York (the “**Local Rules**”), all General Orders applicable to chapter 11 cases in the United States Bankruptcy Court for the Southern District of New York, the *First Amended Order (I) Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Retained Professionals and Granting Related Relief* [Docket No. 1745] (the “**Interim Compensation Procedures**”)²; (b) be served via email so as to be actually received by **12:00 p.m., prevailing Eastern Time on the date that is 14 days following service of this Monthly Statement**, to (i) GNY and (ii) the Monthly Fee Statement Recipients; and (c) set forth the nature of the Objection and the amount of fees or expenses at issue. *See* Docket No. 1745 ¶ 3.d.

PLEASE TAKE FURTHER NOTICE that, in accordance with the Interim Compensation Procedures, if no Objection to the Monthly Statement is served, the Debtors shall

² Capitalized terms used but not defined herein shall have the meaning ascribed to them in the Interim Compensation Procedures.

promptly pay 80% of the fees and 100% of the expenses identified in the Monthly Statement to GNY.

PLEASE TAKE FURTHER NOTICE that if an Objection to the Monthly Statement is timely served, the Debtors shall withhold payment of only that portion of the Monthly Statement to which the Objection is directed and promptly pay 80% of the fees and 100% of the expenses of the unobjected-to remainder.

PLEASE TAKE FURTHER NOTICE that copies of the Monthly Statement and other pleadings filed in these chapter 11 cases may be obtained free of charge by visiting the website of Stretto at <https://cases.stretto.com/celsius>. You may also obtain copies of the Monthly Statement and other pleadings filed in these chapter 11 cases by visiting the Court's website at <http://www.nysb.uscourts.gov> in accordance with the procedures and fees set forth therein.

[Remainder of page left intentionally blank]

Dated: March 10, 2023

Respectfully submitted,

/s/ Gregory F. Pesce

WHITE & CASE LLP

David M. Turetsky
Samuel P. Hershey
1221 Avenue of the Americas
New York, New York 10020
Telephone: (212) 819-8200
Facsimile: (212) 354-8113
Email: david.turetsky@whitecase.com
sam.hershey@whitecase.com

– and –

WHITE & CASE LLP

Michael C. Andolina (admitted *pro hac vice*)
Gregory F. Pesce (admitted *pro hac vice*)
111 South Wacker Drive, Suite 5100
Chicago, Illinois 60606
Telephone: (312) 881-5400
Facsimile: (312) 881-5450
Email: mandolina@whitecase.com
gregory.pesce@whitecase.com

– and –

WHITE & CASE LLP

Keith H. Wofford
Southeast Financial Center
200 South Biscayne Blvd., Suite 4900
Miami, Florida 33131
Telephone: (305) 371-2700
Facsimile: (305) 358-5744
Email: kwofford@whitecase.com

– and –

WHITE & CASE LLP

Aaron E. Colodny (admitted *pro hac vice*)
555 South Flower Street, Suite 2700
Los Angeles, California 90071
Telephone: (213) 620-7700
Facsimile: (213) 452-2329
Email: aaron.colodny@whitecase.com

*Counsel to the Official Committee of
Unsecured Creditors*

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

)	
In re:)	Chapter 11
)	
CELSIUS NETWORK LLC, <i>et al.</i> , ¹)	Case No. 22-10964 (MG)
)	
Debtors.)	(Jointly Administered)
)	

**SECOND MONTHLY STATEMENT OF GORNITZKY & CO. FOR INTERIM
COMPENSATION AND REIMBURSEMENT OF EXPENSES AS ISRAELI COUNSEL
FOR THE OFFICIAL COMMITTEE OF UNSECURED CREDITORS FOR THE
PERIOD FROM JANUAR 1, 2023 THROUGH JANUARY 31, 2023**

Name of Applicant:	Gornitzky & Co. (“GNY”)
Authorized to Provide Professional Services to:	The Official Committee of Unsecured Creditors (the “ Committee ”) of the above-captioned debtors and debtors-in-possession (collectively the “ Debtors ”)
Date of Retention:	December 20, 2022 [Docket No. 1760], <i>Effective as of</i> November 2, 2022
Period for Which Interim Compensation and Reimbursement of Expenses Is Sought:	January 1, 2023 – January 31, 2023 (the “ Compensation Period ”)
Total Amount of Interim Compensation Sought as Actual, Reasonable and Necessary (100%):	\$8,599.50
Amount of Interim Compensation To Be Paid Under Interim Compensation Procedures (80%):	\$6,879.60
Amount of Interim Compensation To Be Held Back Under Interim Compensation Procedures (20%):	\$1,719.90
Amount of Reimbursement of Expenses Sought as Actual and Necessary:	\$337.73

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are: Celsius Network LLC (2148); Celsius KeyFi LLC (4414); Celsius Lending LLC (8417); Celsius Mining LLC (1387); Celsius Network Inc. (1219); Celsius Network Limited (8554); Celsius Networks Lending LLC (3390); Celsius US Holding LLC (7956); GK8 Ltd (1209); GK8 UK Limited (0893); and GK8 USA LLC (9450). The location of Debtor Celsius Network LLC’s principal place of business and the Debtors’ service address in these chapter 11 cases is 50 Harrison Street, Suite 209F, Hoboken, New Jersey 07030.

Total Interim Compensation and Reimbursement of Expenses Sought:	\$8,937.23
Total Interim Compensation and Reimbursement of Expenses To Be Paid Under Interim Compensation Procedures:	\$7,217.33
This is a <u>monthly</u> fee statement.	

Pursuant to sections 330 and 331 of the Bankruptcy Code,² Bankruptcy Rule 2016, Local Rule 2016-1, the *Amended Guidelines for Fees and Disbursements for Professionals in the Southern District of New York Bankruptcy Cases*, dated January 29, 2013 (Morris, C.J.) (Administrative Order M-447), and the Interim Compensation Procedures, GNY, as Israeli Counsel to the Committee of the Debtors, hereby submits this Monthly Statement for the Compensation Period, and hereby requests that the Debtors promptly pay an aggregate amount of \$7,217.33, consisting of 80% of the \$8,599.50 in fees earned and 100% of the \$337.73 in expenses incurred.

Background

1. On July 13, 2022, Celsius Network LLC and its affiliated debtors and debtors in possession (collectively, the “**Debtors**”) commenced with this Court these voluntary cases under chapter 11 of title 11 of the U.S. Code.³

2. On November 7, 2022, the Official Committee of Unsecured Creditors (the “**Committee**”) filed *The Official Committee of Unsecured Creditors’ Application for Entry of an Order Authorizing the Employment and Retention of Gornitzky & Co. as Israeli Counsel Effective as of November 2, 2022* [Docket No. 1298] (the “**Retention Application**”).

² Capitalized terms not defined herein shall have the meaning ascribed to such terms in the Notice of Monthly Statement attached hereto.

³ Debtors GK8 Ltd., GK8 USA LLC, and GK8 UK each commenced their voluntary cases on December 7, 2022, and on December 8, 2022, this Court ordered for each of their cases to be jointly administered with the Debtors’ cases. [Docket No. 1648].

3. On December 20, 2022, the Court entered the *Order Authorizing the Employment and Retention of Gornitzky & Co. as Israeli Counsel Effective as of November 2, 2022* [Docket No. 1760] (the “**Retention Order**”) thereby granting the Retention Application.

4. The Retention Order approved, among other things, GNY’s Monthly Fee. Retention Order ¶ 3.

Professional Services Rendered and Expense Disbursements Incurred

5. For the Compensation Period, GNY:

- a. Earned monthly fees in the amount of \$8,599.50;
- b. Incurred expenses in the amount of \$337.73; and
- c. In accordance with the Interim Compensation Procedures, seeks payment in the amount of \$7,217.33 (representing 80% of the amount of GNY’s monthly fees earned and 100% of the amount of GNY expenses incurred during the Compensation Period).

6. An invoice detailing the monthly fees earned and expenses incurred by GNY during the Compensation Period is attached hereto as **Exhibit A**.

7. The amount of fees and out-of-pocket expenses sought in this Monthly Statement and GNY’s compensation practices are consistent with market practices both in and out of a bankruptcy context. GNY has maintained contemporaneous time records in 0.1 and 0.25 hour increments. Time records with respect to the 19.5 hours expended by GNY professionals in providing services are provided in **Exhibit B**. A summary of the total amount of hours expended by GNY professionals during the Compensation Period is provided in Exhibit B.

Reservation of Rights

8. Although GNY has made every effort to include all fees and expenses incurred during the Compensation Period, some fees and expenses might not be included in this Monthly

Statement due to delays caused by accounting and processing during the Compensation Period.

GNY reserves the right to seek payment of such expenses not included herein.

Notice

9. GNY will provide notice of this Monthly Statement to the Monthly Fee Statement Recipients [*see* Docket No. 1745 ¶ 3.a.] in accordance with the Interim Compensation Order.

Dated: March 10, 2023
Tel Aviv, Israel

Respectfully submitted,

/s/ Amnon Biss

Amnon Biss
Partner, Gornitzky & Co.

Exhibit A

Invoice



VAT No.: 557294543

To:
GK8 Ltd

Client VAT No.:
Date:
Client ID:

515881209
08/03/2023
9350

Invoice for Legal Services No. 67161

Statement of account for period between January 1, 2023 – January 31, 2023.

For the representation as Israeli counsel of the unsecured creditors committee of Celsius, including in the sale of Celsius Israeli subsidiary, GK8, to Galaxy.

Type	Amount before VAT	VAT	Total Due
Fees	\$7,350.00	\$1,249.50	\$8,599.50
Expenses	\$288.66	\$49.07	\$337.73
	\$7,638.66	\$1,298.57	\$8,937.23

Invoice Total
Paid on account
Total amount due

\$8,937.23
\$0.00
\$8,937.23



Yours sincerely,

Gornitzky & Co., Advocates



gornitzky.com



Gornitzky & Co., Advocates | Vitanila Tel-Aviv Tower, 20 HaHarash St., TLV Israel
Zip: 6761310 | Tel: +972-3-7109191 | Fax: +972-3-5606555 | Email: office@gornitzky.com | EST. 1938

Exhibit B

Time Records



Appendix to Invoice No. 67161

the unsecured creditors committee of Celsius - 9350

the unsecured creditors committee of Celsius - General - 43076

Date	Name	Description	Billed Hours	Rate	Total
01/01/2023	Maya Ben Meir	Correspond with client re Israeli proceeding; draft GNY fee statement	2.00	\$350.00	\$700.00
02/01/2023	Maya Ben Meir	Draft GNY fee statement; call with FBC re IIA approval; correspond with client re same; correspond with client re judgment re recognition motion	2.50	\$350.00	\$875.00
02/01/2023	Amnon Biss	Review and analyze court approval of recognition motion	1.00	\$450.00	\$450.00
03/01/2023	Maya Ben Meir	Review and analyze response to objection to GK8 sale; review and analyze correspondence re GK8 sale; call with FBC re updates on GK8 sale; GNY fee statement	1.25	\$350.00	\$437.50
03/01/2023	Amnon Biss	Correspond with GNY team re FBC updates	1.00	\$450.00	\$450.00
04/01/2023	Maya Ben Meir	GNY Fee Statement; review translations of court decision and IIA principal approval; correspond with W&C and FBC re IMOD approval and the draft to court	1.25	\$350.00	\$437.50
05/01/2023	Maya Ben Meir	Analyze documents re IIA grant; correspond with W&C re same	0.25	\$350.00	\$87.50
08/01/2023	Maya Ben Meir	Review and analyze FBC notice to court; correspond with WC re same; analyze translation re same; correspond with FBC re same	3.00	\$350.00	\$1,050.00
08/01/2023	Amnon Biss	Review and revise FBC notice to court	4.00	\$450.00	\$1,800.00
09/01/2023	Maya Ben Meir	Calls and correspondence re FBC notice to court and court decision	0.50	\$350.00	\$175.00
18/01/2023	Maya Ben Meir	Correspond and calls re GNY fee statement	0.50	\$350.00	\$175.00
22/01/2023	Maya Ben Meir	Review and analyze filed GNY fee statement	0.25	\$350.00	\$87.50
25/01/2023	Maya Ben Meir	Correspond with client and FBC re closing and IIA approval	0.25	\$350.00	\$87.50



Appendix to Invoice No. 67161

Date	Name	Description	Billed Hours	Rate	Total
29/01/2023	Maya Ben Meir	Internal meeting with Yuval Sheer on the case	0.25	\$350.00	\$87.50
31/01/2023	Yuval Sheer	Review of examiner report, casefile, and underlying documents	1.50	\$300.00	\$450.00
Total			19.50		\$7,350.00

Date	Description	VAT Exempt	Total
01/01/2023	Translation Services	Not Exempt	\$120.65
03/01/2023	Translation Services	Not Exempt	\$168.01
Total			\$288.66

Matter Summary:

Name	Type	Total Billed Hours	Total
Maya Ben Meir	Time	12.00	\$4,200.00
Amnon Biss	Time	6.00	\$2,700.00
Keren Cohen	Expenses		\$288.66
Yuval Sheer	Time	1.50	\$450.00
Total Hours		19.50	\$7,350.00
Total Expenses			\$288.66

Note: The above amounts do not include VAT



gornitzky.com



Gornitzky & Co., Advocates | Vitaniz Tel-Aviv Tower, 20 HaHarash St., TLV Israel
Zip: 6761310 | Tel: +972-3-7109191 | Fax: +972-3-5606555 | Email: office@gornitzky.com | EST. 1950